

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF THE RATES OF ) CASE NO. 2007-00143  
KENTUCKY-AMERICAN WATER COMPANY )

NOTICE OF REVISIONS TO COMMISSION STAFF'S SECOND SET OF  
INTERROGATORIES AND REQUESTS FOR PRODUCTION OF DOCUMENTS  
TO KENTUCKY-AMERICAN WATER COMPANY

Commission Staff gives notice of revisions to its Second Set of Interrogatories and Requests for Production of Documents to Kentucky-American Water Company that was issued on June 4, 2007.

Item 47 is revised to read as follows:

Refer to Kentucky-American's Response to Commission Staff's First Set of Information Requests, Item 9. The 10-year average ratio of actual to budgeted capital construction ("slippage factors") is 120.46 percent for the Recurring Capital Expenditure Projects 80 – 97 and 88.076 percent for the Investment Projects. Recalculate Kentucky-American's forecasted revenue requirement, rate base, and cost-of-service study as follows:

a. Using the slippage factor of 120.46, adjust all monthly Recurring Capital Expenditure Projects 80 – 97 expenditures beginning August 2006 through the end of the forecasted period.

b. Using the slippage factor of 88.076, adjust all monthly Investment Project expenditures beginning August 2006 through the end of the forecasted period.

c. Provide all documents, state assumptions, and show all calculations used to determine the effect of the slippage factors to each forecasted element of revenue requirement, rate base, and cost-of-service study.

Commission Staff withdraws Item 48.



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Beth O'Donnell  
Executive Director  
Public Service Commission  
P. O. Box 615  
Frankfort, KY 40602

DATED: June 14, 2007

cc: Parties of Record

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